

5/001/038



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

### Cedar City Field Office

176 East DL Sargent Drive  
Cedar City, UT 84720  
Telephone (435) 586-2401  
FAX (435) 865-3058

IN REPLY REFER TO:

3809

(U-042)

UTU-72221

CERTIFIED MAIL #7002 0860 0007 1304 7874  
RETURN RECEIPT REQUESTED

July 24, 2003

Mr. Steve Hodges  
P.O. Box 874  
Beaver, UT 84713

Dear Mr. Hodges:

On January 2, 2003, you informed this office that you would extend notice UTU-72221 covering the Anvil Project on BLM-managed lands located within Sec. 29, T. 29 S., R. 9 W., Beaver County, Utah.

Under the current 43 CFR 3809 regulations, made final effective 12/31/2001, all new notices and any existing notices extended beyond January 21, 2003 are required to submit a financial guarantee (bond) to secure 3<sup>rd</sup> party reclamation of any existing or proposed disturbances that are authorized through the notice.

In discussing your extended notice with Ed Ginouves of my staff, you elected to reclaim all but 0.25 acres of the 1.15 acres of site disturbance and thereafter limit unreclaimed site disturbances to 0.25 acres at any given time. Since you have yet to provide a reclamation cost estimate in accordance with the new regulations (43 CFR 3809.554), we are providing our estimate of \$1,600 for your review and comment.

If you agree with our calculation, please post a bond for your project in the amount of \$1,600.00 (43 CFR 3809.552(a)). The bond must be submitted to the Utah State Office, Minerals Adjudication. Their mailing address is: BLM Utah State Office, Minerals Adjudication, P.O. Box 45155, SLC, UT 84145-0155. Enclosed is a copy of the surface management bond form that will need to be filed with that office and instructions explaining the type of bonds that are allowed by the regulations.

RECEIVED

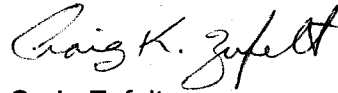
JUL 28 2003

DIV. OF OIL, GAS & MINING

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***If you do not agree with our reclamation cost estimate, please provide information demonstrating the error(s). This information must be submitted within 30 days of receipt of this letter.*** If we do not hear from you within 30 days of receipt of this letter, a decision will be issued requiring the posting of a financial guarantee in the amount provided above. In the interim of you providing the additional information requested, your notice is conditionally extended. If you have any questions concerning what activity is allowed then please contact Ed Ginouves at 435-865-3040.

Sincerely,



Craig Zufelt  
Acting Associate Field Office Manager

Enclosures: Reclamation Cost Estimate, UTU-72221  
Bond Form 3809-1 and Bonding Instructions

cc: Tom Munson, DOGM (Anvil Project, S/001/038)

**BLM CCFO Bond Estimate**  
**UTU-72221 - Anvil Project (Picasso Marble Quarry)**

Dozer Work				Earthwork
	Acres		Cost/Acre	
Light	0	Recontouring Cost	\$ 330.00	\$0.00
Moderate	0.25	Recontouring Cost	\$ 990.00	\$247.50
Heavy	0	Recontouring Cost	\$1,485.00	\$0.00
Excavator Work				
Roads with the side Slope,	Linear Feet		Cost/Linear Foot	
<30%	0	Recontouring Cost	\$ 1.50	\$0.00
>30%	0	Recontouring Cost	\$ 2.40	\$0.00
Areas of non-road disturbance where the use of dozer wouldn't be adequate.				
	Acres		Cost /Acre	
<30%	0	Recontouring Cost	\$4,665.00	\$0.00
>30%	0	Recontouring Cost	\$7,465.00	\$0.00
Revegetation				Revegetation
	Acres		Cost/Acre	
Non-Road disturbances with machine spreader	0	Revegetation Cost	\$ 600.00	\$0.00
Non-Road disturbances with manual spreading	0.25	Revegetation Cost	\$150.00	\$37.50
	Linear Feet		Cost/Linear Foot	
Road disturbances with machine spreader	0	Revegetation Cost	\$ 0.20	\$0.00
Road disturbances with manual spreader	0	Revegetation Cost	\$0.05	\$0.00
Mobilization				Mobilization
	No. Pieces of equipment		Cost/Piece	
	1	Mobilization Cost	\$750.00	\$750.00
Total Labor Cost				
	\$339.88	Total Reclamation Cost		\$1,035.00
Administrative Fees				
	Contractors Profit	10% Rec. Cost		\$103.50
	Contract Administratio	16% Rec. Cost		\$165.60
	Contingency	10% Rec. Cost		\$103.50
	Indirect Cost Rate	17.8% Rec. Cost		\$184.23
	Engineering/Design	2% Rec. Cost		\$20.70
	*Insurance	1.5% Labor Cost		\$0.00
	*Bond Maintenance	3% Rec. Cost		\$0.00
* Only Administered if Estimated Contract Costs over \$100,000.				
Total Administration Cost				\$577.53
Bond Amount				\$1,612.53